**BellSouth Telecommunications, Inc.** 

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January 16, 2004-A. DUCKE

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### VIA HAND DELIVERY

Hon. Deborah Taylor Tate, Chairman Tennessee Regulatory Authority 460 James Robertson Parkway Nashville. TN 37238

Re: Enforcement of Interconnection Agreement between BellSouth Telecommunications, Inc. and ITC^DeltaCom Communications, Inc.

Enforcement of Interconnection Agreement between BellSouth Telecommunications, Inc. and XO Tennessee, Inc.

Docket No. 02-01203

#### Dear Chairman Tate:

Enclosed are the original and fourteen copies of BellSouth's *Reply to the Response of XO Tennessee, Inc. and ITC^DeltaCom Communications, Inc.* in the referenced matter. Copies of the enclosed are being provided to counsel of record.

Cordially,

√oelle Phillips

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## BEFORE THE TENNESSEE REGULATORY AUTHORITY Nashville, Tennessee

Re:

Enforcement of Interconnection Agreement between BellSouth Telecommunications, Inc. and ITC^DeltaCom Communications, Inc.

Enforcement of Interconnection Agreement between BellSouth Telecommunications, Inc. and XO Tennessee, Inc.

Docket No. 02-01203

# BELLSOUTH TELECOMMUNICATIONS, INC.'S REPLY TO RESPONSE OF XO TENNESSEE, INC. AND ITC^DELTACOM COMMUNICATIONS, INC.

BellSouth Telecommunications, Inc. ("BellSouth") submits the following *Reply* to the *Response* of XO Tennessee, Inc. ("XO") and ITC^DeltaCom Communications, Inc. ("DeltaCom") (collectively, "the CLECs") in this matter.

The CLECs' Response breaks no new ground. Rather, it is clear from all the parties' filings that this matter turns on one primary legal issue: Does the interconnection agreement between the parties govern and establish the rights and obligations regarding an audit or do certain FCC orders (the Supplemental Order Clarification or the Triennial Review Order) supplant the parties' agreement?

The answer to that question is clear. The parties' interconnection agreements govern their relationships. The entire point of negotiated interconnection agreements is the ability of parties to choose which obligations they will undertake and which they will not. BellSouth is not suggesting that legal orders can *never* override contractual agreements between parties. However, in the present case, it is clear that neither the *Supplemental Order Clarification* nor the *Triennial Review Order* includes terms

indicating the intent of the FCC to override negotiated interconnection agreements entered into between telecommunications carriers. To the contrary, in fact, the language of the *Supplemental Order Clarification* specifically establishes that it does not supplant the parties' agreements.

Notwithstanding BellSouth's repeated citation of this language in the Supplemental Order Clarification, the CLECs have offered no explanation for ignoring this language and contending instead that the Supplemental Order Clarification and the subsequent Triennial Review Order replace or alter the parties' interconnection agreements. Instead, the CLECs have simply ignored the Supplemental Order Clarification's language.

BellSouth seeks only to have the benefit of its bargain under the interconnection agreements and also takes a position consistent with the compromise the FCC struck in its *Supplemental Order Clarification*. (As discussed in BellSouth's earlier *Motion* and *Response*, that FCC compromise was to afford immediate access to EELs for CLECs on the one hand, and to provide audit rights to ILECs on the other. These CLECs want it all – immediate access to EELs and to be free from the very audits to which they agreed.) Nothing in the *Triennial Review Order* or the *Supplemental Order Clarification* undermines BellSouth's ability to rely on its interconnection agreement.

As a practical matter, XO and DeltaCom seek to avoid the very audit terms to which they agreed after the *Supplemental Order Clarification* was released. If they prevail, then neither BellSouth nor the TRA will ever know whether the CLECs have obtained EELs to which they were not entitled. Applying the agreed terms of the interconnection agreement results in the fair and reasonable process to which these

parties agreed. Specifically, if the audits demonstrate that the EELs were properly obtained, then BellSouth will bear the cost of the audits. This reasonable agreement, reached by the parties with respect to audits, is what the parties are entitled to rely upon.

For these reasons, BellSouth respectfully urges the hearing officer to grant BellSouth's *Motion for Summary Judgment* and to deny the *Motion* of XO and DeltaCom.

Respectfully submitted,

BELLSOUTH TELECOMMUNICATIONS, INC.

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### **CERTIFICATE OF SERVICE**

I hereby certify that on January 16, 2004, a copy of the foregoing document was

served on the following, via the method indicated:

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